

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 2625 - SB 2600**

January 30, 2012

**SUMMARY OF BILL:** Increases, from 30 to 35, the minimum number of hours that a bona fide executive officer must work in order for an obligation issued to such officer to be considered a promissory note and not an investment certificate. Eliminates the definition of "immediate family" under the Industrial Loan and Thrift Companies Act. Removes the burden of demonstrating to the Commissioner of the Department of Financial Institutions (DFI) that an obligation is not an investment certificate from any person registered as an industrial loan and thrift company, industrial investment company or an industrial bank.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

**Assumptions:**

- Under current law, "immediate family" includes a note payee, and the payee's parents, grandparents, siblings, children and grandchildren.
- Any regulatory or fiscal impact on DFI resulting from the provisions of this legislation will be not significant and can be accommodated within existing resources without an increased appropriation or reduced reversion.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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